Serial No.: 09/502,627 Attorney's Docket No.: LET-103-R2 (531369-0000005)

Art Unit: 2682 Page 9

REMARKS

Reconsideration of this application is respectfully requested in view of the foregoing amendment and the following remarks.

Claims 1, 3-10 and 12-20 were pending in this application. Claims 19 and 20 have been cancelled. Accordingly, claims 1, 3-10 and 12-18 will be pending herein upon entry of this Amendment. Claims 1 and 10 are independent. For the reasons stated below, Applicants respectfully submit that all claims pending in this application are in condition for allowance.

In the Office Action, claims 1, 5, 10 and 14 were rejected under 35 U.S.C. §103(a) as being unpatentable over Wiser et al. (U.S. Patent No. 6,385,596) in view of Gongwer et al. (U.S. Patent No. 6,138,120) in view of Speicher (U.S. Publication 2004/0260792) further in view of Pallakoff (U.S. Patent No. 6,269,343). Claims 3-4 and 12-13 were rejected under 35 U.S.C. §103(a) as being unpatentable over Wiser et al., in view of Gongwer et al, in view of Speicher and further in view of Pallakoff. Claims 6 and 15 were rejected under 35 U.S.C. §103(a) as being unpatentable over Wiser et al., in view of Gongwer et al, in view of Speicher, further in view of Pallakoff, further in view of Sauerwine (U.S. Patent No. 5,421,620) and further in view of Cameron (U.S. Patent No. 6,685,094). Claims 7-8 and 16-17 were rejected under 35 U.S.C. §103(a) as being unpatentable over Wiser et al., in view of Gongwer et al., in view of Speicher, further in view of Pallakoff, and further in view of Vigneaux et al. (U.S. Patent 5,852,435). Claims 9 and 18 were rejected under 35 U.S.C. §103(a) as being unpatentable over Wiser et al., in view of Pallakoff and further in view of Gongwer et al., in view of Gongwer et al., in view of Speicher, further in view of Pallakoff and further in view of Candelore (U.S. Patent 6,057,872). Claim 19 was rejected under 35 U.S.C. §103(a) as being

Serial No.: 09/502,627 Attorney's Docket No.: LET-103-R2 (531369-0000005)

Art Unit: 2682 Page 10

unpatentable over Sparks et al. (U.S. Patent 6,298,385) in view of Speicher. Claim 20 was rejected under 35 U.S.C. §103(a) as being unpatentable over Sparks et al., in view of Speicher.

These grounds of rejections are respectfully traversed.

Preliminarily, the rejection of claims 19 and 20 is now moot in view of the cancellation of those claims. That leaves independent claims 1 and 10, and their respective dependent claims, pending herein. In a previous Amendment, claims 1 and 10 were amended to recite that:

credits are purchased by an end-user;

a predetermined number of credits are associated with each ecommerce transaction associated with remote servicing of the media program; and

pricing of said credits purchased by said end-user are inversely proportionate to a number of credits purchased

In a prior Office Action (mailed November 3, 2005), the foregoing features of the present invention were said to be disclosed by Candelore (6,057,872). The Examiner apparently agreed with the arguments presented regarding Candelore, but has now, in this latest Office Action (mailed June 14, 2006), asserted that these features are disclosed by Pallakoff. However, Applicants respectfully disagree.

Pallakoff discloses an on-line marketing system and method that discloses, among other things, a web page 21 that includes a field 24 that lists the price of products being offered at various demand levels, e.g., 2 to 5 for \$10.00, 6 to 20 for \$8.00, and 21 or more for \$4.00. In other words, Pallakoff discloses nothing more than bulk rate pricing, where the more one is willing to buy, the less-per-unit each unit costs.

However, this type of pricing of actual products has nothing to do with purchasing "credits" that can then be applied against "servicing of the media program" and where the

Attorney's Docket No.: LET-103-R2 (531369-0000005) Serial No.: 09/502,627 Page 11

Art Unit: 2682

"pricing of said credits purchased by said end-user are inversely proportionate to a number of

credits purchased." In other words, Pallakoff describes volume sales where the purchaser

purchases precisely what is being offered and the transaction is complete. On the other hand, the

claimed invention requires that the end-user purchase credits that can subsequently be applied to

a media program service (i.e., encoding media, hosting, etc.). In Pallakoff, there is no disclosure

of how the purchased products can be used for subsequent service, let alone remote servicing of

a media program, as recited in the independent claims.

Because Pallakoff fails to disclose the claimed credit purchasing feature, and none of the

other prior art references of record overcome this deficiency, Applicants respectfully submit that

the Office Action has failed to make a prima facie case of obviousness. As such, the §103(a)

rejection of the claims should be withdrawn.

In view of the foregoing all of the claims in this case are believed to be in condition for

allowance. Should the Examiner have any questions or determine that any further action is

desirable to place this application in even better condition for issue, the Examiner is encouraged

to telephone applicants' undersigned representative at the number listed below.

By:

PILLSBURY WINTHROP SHAW PITTMAN LLP

1650 Tysons Boulevard McLean, VA 22102

Tel: 703/770-7900

Date: September $\underline{5}$, 2006

Respectfully submitted,

Registration No. 41,009

LDE/dkp

Customer No. 00909

400437816v1